April 14, 2008

Lane Hubbard, General Manager Silverwood Inc. 27843 N Highway 95 Athol. ID 83801-9900

RE: Draft Wastewater Reuse Permit and Staff Analysis, Silverwood Inc. (LA-000217-01)

Dear Mr. Hubbard:

Enclosed please find a copy of the 23-page draft Wastewater Reuse Permit for the new wastewater system serving Silverwood Theme Park. Also enclosed is a copy of the 8-page staff analysis prepared by me discussing facts, issues, and conditions related to the draft permit. To save resources, we are emailing copies of these two documents to those involved.

Prior to May 15, 2008, we ask that your design engineers and you review the staff analysis and draft permit and provide this office with written comments. Emailed comments are acceptable. It is important that the terms and conditions in the draft permit be reviewed closely because they will become compliance requirements for Silverwood as you operate the reuse facility during the next five years. Wherever possible, we will attempt to resolve comments to make the final permit as effective as possible. It is our goal to have this permit executed and effective prior to the August 1, 2008 date specified in the revised Consent Order timetables.

In the near future our offices in Boise will be issuing a notice to the public that the draft permit is available for public review and written comment. At the conclusion of this 30-day period, we plan to share with you the nature of these comments and any modifications to the permit that might result.

Although construction and permitting of the new Silverwood wastewater system is not being completed as soon as projected last year, we remain confident that the new system will be in full operation this summer resulting in significant public health and water quality enhancements for the area.

Sincerely,

Gary J. Gaffney, P.E.

Enclosure (4-14-8 Draft Wastewater Reuse Permit & DEQ Staff Analysis Memorandum)

c: (All with both enclosures)

Gary Norton (norton\_gary@hotmail.com)
Jim Coleman jcoleman@colemaneng.com
Tom H. Daugherty (tomd@blueh2o.net)
Jesse Anglesey (janglesey@phd1.idaho.gov)
Olga Cuzmanov, (Olga.Cuzmanov@deq.idaho.gov)
(Silverwood Reuse file)